

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Balance Sheet
As of 6/30/2003**

	As of <u>6-30-02</u>	As of <u>6-30-02</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 117,074	\$ 103,525
INTERNATIONAL EQUITIES	29,756	27,811
DOMESTIC FIXED INCOME	129,171	128,243
INVESTED CASH (NOTE 1)	<u>14,442</u>	<u>13,569</u>
 TOTAL INVESTMENTS	 290,443	 273,148
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	687	887
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	<u>34,167</u>	<u>31,022</u>
 TOTAL ASSETS	 <u>\$ 325,297</u>	 <u>\$ 305,057</u>
LIABILITIES:		
ACCOUNTS PAYABLE	411	461
SECURITIES LENDING COLLATERAL (NOTE 2)	<u>34,167</u>	<u>31,022</u>
 TOTAL LIABILITIES	 34,578	 31,483
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	273,574	287,382
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>17,145</u>	<u>(13,808)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>290,719</u>	 <u>273,574</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 325,297</u>	 <u>\$ 305,057</u>

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
State Investment Board
Profit and Loss Statement
For the Month Ended 6/30/2003**

	Month Ended <u>6-30-03</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 830	\$ 9,850
SECURITIES LENDING INCOME	<u>42</u>	<u>574</u>
	872	10,424
 GAIN ON SALE OF INVESTMENTS	 2,042	 16,964
LOSS ON SALE OF INVESTMENTS	<u>2,800</u>	<u>27,529</u>
 NET GAINS (LOSSES) INVESTMENTS	 (758)	 (10,565)
 INVESTMENT EXPENSES	 229	 1,714
SECURITIES LENDING EXPENSES	<u>35</u>	<u>486</u>
 NET INVESTMENT INCOME	 (150)	 (2,341)
 NET APPREC (DEPREC) MARKET VALUE	 2,120	 19,481
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>5</u>
 TOTAL INVESTMENT INCOME	 <u>1,970</u>	 <u>17,145</u>
 NET INCREASE (DECREASE)	 <u>\$ 1,970</u>	 <u>\$ 17,145</u>

**ND ASSOCIATION OF COUNTIES
PROGRAM SAVINGS FUND
Notes To Financial Statements
June 30, 2002**

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 2 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 3 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.